





Presentation at the Security Assistance Executive Conference 2007

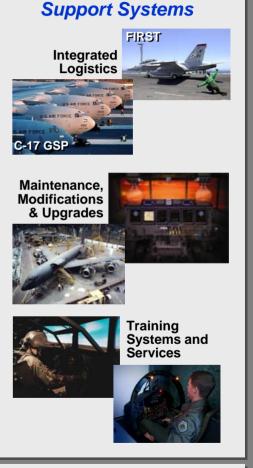
Bob Lison

The Boeing Company

IDS Businesses















Advanced Systems







Jan 23, 2007 | Z

IDS Businesses



Network & Space Systems

Missile and Air Defense **Systems**



FCS

Combat Systems





Support Systems











Advanced Systems

Launch **Systems**

Bottom Lines

Integrated Defense Systems

- Teamwork is almost a way-of-life in the Security Assistance business
 - It can take varying forms
 - It can be formal or informal
 - It can be enthusiastic, or not
 - It can provide the winning edge
 - It can't always overcome a bad deal
- USG and Industry Driven by National Security Objectives
 - Provide Needed Capability to Allies and Coalition Partners
 - Provide Interoperability with US Forces
- And Economic Benefits
 - Lower Unit Cost for Domestic Acquisitions
 - Bridge Production Gaps

C-17 Globemaster III Sale to Canada

Integrated Defense Systems

- Direct Commercial Sale (DCS) of Four Aircraft to Canada → Boeing
- Foreign Military Sale of GFE, Support Equipment, Training and Five Years of Logistics Support → USAF/DSCA
- Integrated Team Approach to Coordinating, Negotiating and Executing the FMS Case and DCS Contract → AF/DSCA-Boeing





KC-767A Tanker/Transport Sale to Italy

Integrated Defense Systems

- Boeing Direct Commercial Sale
- USAF Assistance in Flight Testing
- FMS of Selected Equipment





CH-47 Chinook Helicopter Accelerated Procurement Strategy

Integrated Defense Systems

- Boeing Markets US Army D-models to Selected Countries for Direct Commercial Sale (DCS)
- US Army Allocates D-models Scheduled for Remanufacture to the F-model
- Return Credit from the Sale Allows Boeing to Deliver New-build F-model to US Army



CH-47 Chinook Sales Campaign in India

Integrated Defense Systems

- U.S. Army Lease of CH-47 to Boeing for the Indian Air Show
- Flight Demonstrations and Static Display
- VIP Rides





AH-64 Apache Longbow Foreign Military Sale to Singapore

Integrated Defense Systems

- Customer Country Negotiated a Major End Item Price with Boeing
- Boeing Provided that Price to the Army Program Manager for use on the Letter of Offer and Acceptance (LOA)





Used FA-18 offer to Czech Republic

Integrated Defense Systems

- Canadian AF Identified Excess Aircraft to be Sold through Canadian Commercial Corporation
- USN would Provide Training and Support through FMS and under FMF
- Boeing Offered Upgrade Options to meet Desired Configuration



Copyright © 2005 Boeing. All rights reserved.

Jan 23, 2007 10

Harpoon FMS Sale to Chile

Integrated Defense Systems

- State Department, DOD and Boeing Teamed to Address Issues during Congressional Notification Process
- Boeing Assistance to Chile in Finding Third Party Financing



Can we Improve our Teamwork? How?

Integrated Defense Systems

- Yes, but remember that we are starting with something that is already working well
- We can begin with the processes
 - Both industry and government have a stake in improving the LOA generation process. Among other things, we need to focus on:
 - Better communication and coordination
 - Shorter process times
 - Avoiding surprises
 - We can all do a better job of planning for Congressional Notification
 - Export reform will be a significant enabler

Copyright © 2005 Boeing. All rights reserved.

Jan 23, 2007 12

Can we Improve our Teamwork? How?

Integrated Defense Systems

- We can continue to seek and apply innovative approaches
 - Hybrid Foreign Sales
 - Life Cycle Sustainment Packages for Foreign Customers
 - Resources for Pre-LOR activity
- There are opportunities for improving Inter-Agency and Inter-Service Teamwork
 - Bi-lateral Service Relations
 - Advocacy
 - Pre-LOA activity
 - 36B & 36C CN